



4004

ANNUAL REPORT

OF

Name: FARMERS TELEPHONE COMPANY

Principal Office: 140 NORTH MONROE STREET
P.O. BOX 467
LANCASTER, WI 53813-1350

For the Year Ended: DECEMBER 31, 2000

TELECOMMUNICATIONS UTILITY
TO
PUBLIC SERVICE COMMISSION OF WISCONSIN

P.O. Box 7854
Madison, WI 53707-7854
(608) 267-9504

This form is required under Wis. Stat. § 196.07. Failure to file the form by the statutory filing date can result in the imposition of a penalty under Wis. Stat. § 196.66. The penalty which can be imposed by this section of the statutes is a forfeiture of not less than \$25 nor more than \$5,000 for each violation. Each day subsequent to the filing date constitutes a separate and distinct violation. The filed form is available to the public and personally identifiable information may be used for purposes other than those related to public utility regulation.

GENERAL RULES FOR REPORTING

1. Unless otherwise indicated, the information requested in this report should be taken from the accounts and other records in conformity with the Uniform System of Accounts prescribed by the Public Service Commission of Wisconsin in docket 05-US-102. The definitions and instructions contained therein should also apply to the report wherever applicable. A query or response concerning information contained in this report regarding any practice or transaction should not be construed as indicating conformity to accounting or other pertinent regulations.
2. Please follow all instructions and answer each question fully and accurately. Provide additional information as necessary to avoid misunderstandings or misleading responses. Abbreviations listed on page 6 may be used. However, please show the exact name of the respondent in full on the Identification and Ownership page.
3. Wherever information is requested in a "note", please show that information in the space provided, or make reference to the adjacent page or insert where the note may be found. Please also identify each note. Footnote capability is included in the annual report software program. Please use it where necessary to fully explain particulars in the annual report.
4. Numeric items are limited to digits (0-9). A minus sign "-" should be entered in the software program to indicate negative values. Do not use parentheses for numeric values. The program will convert the minus sign to parentheses when a hard copy of the annual report is printed. Negative values may not be allowed for certain entries in the annual report due to restrictions contained in the software program.
5. Please report all dollar amounts to the nearest whole dollar.
6. This annual report should be complete in all respects. Unless otherwise authorized, avoid references to returns of former years or to other reports.
7. Wherever schedules call for data from the previous year and such data were reported in the previous annual report, that previous year's data should be reported without modification. If modified, an appropriate footnote indicator and explanation should be included in the current year's annual report.
8. Where part or all of the report is prepared by other than utility personnel, a disclosure is required in the "Individual or firm, if other than utility employee, preparing this report" portion of the Identification and Ownership schedule, which describes the nature and extent of work performed.
9. Please print a hard copy of the annual report on 20 pound or heavier paper, sign it and compare with the electronic copy before officially filing it with the Public Service Commission of Wisconsin.

TABLE OF CONTENTS

Schedule Name	Page
Cover Page	1
General Rules for Reporting	2
Signature Page	3
Table of Contents	4
Annual Telecommunications Report Glossary of Terms	5
Abbreviations Used in Annual Reports	6
Identification and Ownership	7
Income Statement - Total Company	8
Notes to Income Statement or Balance Sheet	9
Balance Sheet - Assets (Class B Use Accounts Designated By *)	10
Balance Sheet - Liabilities (Class B Use Accounts Designated By *)	11
Important Changes During the Year	13
Affiliate Abbreviations	14
Affiliated Interest Transactions	15
Affiliated Assets and Liabilities	16
Telecommunications Plant in Service Class A & B	22
Telecommunications Plant in Service Class A & B (Sub-Class Accounts)	24
Accumulated Depreciation Class A & B	26
Accumulated Depreciation Class A & B (Sub-Class Accounts)	28
Retained Earnings (Acct. 4550)	37
Revenues - Class A & B (Class B Use Accounts Designated By *)	40
Expenses - Class A & B	41
Calculation of Assessable Revenues for Remainder and Telephone Relay Assessment Purposes	43
Calculation of Assessable Revenues for Universal Service Fund Assessment Purposes	43
Other Income Accounts	44
Nonregulated Activities	45
Telephone Calls and Minutes of Use Per Month	47
Access Usage	48
Outside Plant Statistics at End of Year	49
Special Access Circuits in Use at End of Year	49
Service Data	50
Service Data - End of Year	52
Equipment Abbreviations	54
Manufacturer Abbreviations	54
Central Office Data - End of Year	55
General, Schedule Level and Schedule Line Footnotes	56

ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

Access Line	Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency transmission, and/or time slot transmission. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice channel or a 64 kilobits per second digital channel.
Analog Signal	A signal that varies in a continuous manner such as voice or music. An analog signal must be contrasted with a digital signal which can assume only discrete values.
Cellular System	A high capacity land mobile radio system in which an assigned frequency spectrum is divided into discrete channels that are assigned to a cellular geographic serving area.
Central Office	A switching unit in a telephone system providing service to the general public, having the necessary equipment and operating arrangements for terminating and interconnecting lines and trunks.
Centrex	A service for customers with many stations that permits station-to-station dialing, one listed directory number for the customer, direct inward dialing to a particular station and station identification on outgoing calls. The switching functions are performed in a central office (stand alone, host or remote).
Channel	An electrical communications path between two or more points. A single pair of wires may provide more than one channel. A channel may also be provided by microwave.
Customer	A person who uses a telephone as a subscriber.
Digital Signal	A signal that has a limited number of discrete states. This may be contrasted with an analog signal that varies in a continuous manner and may have an infinite number of states.
Equal Access	The ability of the subscriber to use any long distance service by dialing the same number of digits.
Exchange	A defined area served by one or more central offices regardless of technical serving arrangements within which the company furnishes service at rates and rules prescribed for that area in the company's filed tariffs. The area is not necessarily marked by political boundaries or the location of host or remote switching units.
Extended Area Service (EAS)	The ability of a customer to call customers in other exchanges at no additional charge or at an additional charge per tariff.
Extended Community Calling (ECC)	The ability of a customer to call customers in other exchanges at rates usually above EAS rates but below toll rates for comparable distances. Rates generally include a duration element.
Feature Group A	Line-side originating and terminating LATA access for which an originating subscriber dials an assigned telephone number that connects to a specific interexchange carrier (IC). The IC returns a tone to signal the caller to input additional generated digits of the called number.

ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

Feature Group B	Trunk-side originating and terminating LATA access for which an originating subscriber dials a 950-WXXX number (where W=0, 1 and XXX is the carrier access code (CAC)), which is translated to a specific XXX carrier trunk group. Optional rotary dial service and ANI may be available.
Feature Group C	Trunk-side LATA access for AT&T-Communications generally on a direct basis between each end office (EO) and an AT&T-C switching system.
Feature Group D	Also referred to as equal access. It is trunk-side LATA access affording call supervision of an interexchange carrier, a uniform access code (10XXXXX), optional calling party identification, recording of access-charge billing details and presubscription to a customer specified interexchange carrier.
FX-IN	A nonswitched service where the customer of the company is connected to and receives switching service through central office equipment located in another exchange area.
FX-OUT	A switched service where facilities are provided from the central office out to the exchange boundary where it meets the line from a foreign exchange subscriber.
Host Switching System	A switching system that provides centralized control over most of the switching functions of one or more remote switching units. The host switching system usually provides trunk access to the operating company intraLATA networks.
Local Access Transport Area (LATA)	A geographic area within which an operating company may offer its telecommunications services.
Mobile Telephone	A service which provides radio telephone communication from a mobile vehicle to another vehicle or to a regular telephone.
Paging	A service which provides one-way signal or voice communication over a radio channel to a miniature receiver carried by the customer.
Pair	Two wires of a single circuit.
Pay Station	A telephone which normally requires all users to deposit one or more coins or use a credit card to complete a call.
Private Line Service	Channel or circuit rented for private use and not intended to be connected to the general distribution system.
Private Branch Exchange (PBX)	A manually, or operator controlled switching system, usually on the customer's premises, which serves that customer's telephones over a common group of lines from the central office.
Radio Common Carrier (RCC)	A company which furnishes public telecommunications service using one or more radio channels.
Remote Switching Unit (RSU)	An electronic switching system that is remote from its host or control office. All of the central control equipment for the RSU is located in the host switching system.

ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

Route Miles	<p>Total number of route miles (to the nearest mile) of operating plant facilities including drop wire in the exchange. One route mile may consist of:</p> <ol style="list-style-type: none">1. One mile of roadway with any combination of outside plant facilities on any number of rights-of-way.2. One mile of a cross country route with any combination of outside plant facilities.3. One mile of point-to-point microwave or radio link.4. One mile of plant on either side of a limited access highway or natural barrier, such as a navigable waterway.5. One mile of joint use line where the utility either owns the facility or leases space.
Stand Alone Switch	<p>A central office switch which has no remote switching units (RSUs) subtending it.</p>
Trunk	<p>A communications path connecting two switching systems in the establishment of an end-to-end connection.</p>
Wide Area Telephone Service (WATS)	<p>Customer leased access line or lines connected to the nationwide network over which an unlimited number of calls can be made for a fixed monthly charge.</p>
Wire Center	<p>The location of one or more local switching systems. A point at which customers' loops converge.</p>

ABBREVIATIONS USED IN ANNUAL REPORTS

Acct	.....	Account
Accum	.....	Accumulated
Acq	.....	Acquisition
Admin	.....	Administrative
Alloc	.....	Allocation
Amort	.....	Amortization
CO	.....	Central Office
Depr	.....	Depreciation
Equip	.....	Equipment
Exp	.....	Expenses
EOY	.....	End of Year
FOY	.....	First of Year
Info	.....	Information
ITC	.....	Investment Tax Credit
Misc	.....	Miscellaneous
Nonoper	.....	Nonoperating
Nonreg	.....	Nonregulated
Oper	.....	Operating
Opns	.....	Operations
Orig	.....	Originating
Prop	.....	Property
Receiv	.....	Receivable
Reg	.....	Regulated
Rev	.....	Revenues
Svcs	.....	Services
Telecom	.....	Telecommunications
Term	.....	Terminating
TPIS	.....	Telecommunications Plant in Service
TPUC	.....	Telecommunications Plant Under Construction
Uncoll	.....	Uncollectible

IDENTIFICATION AND OWNERSHIP

Exact Utility Name: FARMERS TELEPHONE COMPANY
Utility Location: 140 NORTH MONROE STREET
P.O. BOX 467
LANCASTER, WI 53813-1350

Utility Web Site Address: www.pcii.net

When was utility organized?: 06/21/1898

Report any change in name and the effective date:

Officer in charge of correspondence concerning this report

Name: MR HOWARD G. HOPEMAN, CPA
Title: CFO/ASSISTANT TREASURER

Office Address: 8501 EXCELSIOR DRIVE
MADISON, WI 53717

Fax Number: (608) 826 - 4300
Telephone Number: (608) 826 - 4270
Email Address: howard.hopeman@chorusgroup.com

Individual or firm, if other than utility employee, preparing this report

Name:
Title:

Office Address:

Fax Number:
Telephone Number:
Email Address:

Person responsible for financial information contained in report

Name: MR NOEL C. HUTTON, CPA
Title: DIRECTOR OF ACCOUNTING

Office Address: 8501 EXCELSIOR DRIVE
MADISON, WI 53717

Fax Number: (608) 826 - 4300
Telephone Number: (608) 826 - 4289
Email Address: noel.hutton@chorusgroup.com

Person responsible for statistical information contained in report

Name: MR NOEL C. HUTTON, CPA
Title: DIRECTOR OF ACCOUNTING

Office Address: 8501 EXCELSIOR DRIVE
MADISON, WI 53717

Fax Number: (608) 826 - 4300
Telephone Number: (608) 826 - 4289
Email Address: noel.hutton@chorusgroup.com

IDENTIFICATION AND OWNERSHIP

List names, addresses, and number of shares held by persons owning 5 percent or more of outstanding voting securities. If any stock is held by a nominee, give known particulars as to the beneficial owner (See Wis. Stat. § 196.795(1)(c), for definition of beneficial owner).

Name: CHORUS COMMUNICATIONS GROUP, LTD.
Address: 8501 EXCELSIOR DRIVE
MADISON, WI 53717

Number of Shares Held: 137,643

Beneficial Owner: NONE

INCOME STATEMENT - TOTAL COMPANY

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues (5000-5300)	4,755,130	4,583,643	1
Operating Expenses			
Plant Specific Operations Expense (6110-6410)	456,232	411,491	2
Plant Nonspecific Operations Expense	880,996	846,060	3
Customer Operations Expense (6610-6620)	431,364	359,516	4
Corporate Operations Expense (6710-6790)	618,350	501,373	5
Other Operating Income and Expense (7100)	0	(618)	6
Operating Taxes (7200)	925,119	1,042,672	7
Total Operating Expenses	3,312,061	3,161,730	8
Net Operating Income	1,443,069	1,421,913	9
Other Income			
Nonoperating Income and Expense (7300)	40,402	42,910	10
Nonoperating Taxes (7400)	478	8,538	11
Interest and Related Items (7500)	142,477	145,742	12
Extraordinary Items (7600)	0	0	13
Nonregulated Net Income (7990)	0	0	14
Total Nonoperating Income	(102,553)	(111,370)	15
Net Income	1,340,516	1,310,543	16

NOTES TO INCOME STATEMENT OR BALANCE SHEET

In the space provided below, disclose all material information not included elsewhere in this report that is necessary to make the financial statements clear and understandable. Included should be:

-
1. A summary of significant accounting policies. (The summaries should disclose, but not be limited to, the utility's accounting policies with regard to pension cost, unbilled revenues, depreciation, and income taxes.)

Inventories are stated at the lower of cost or market, principally using the average cost method.

Property is stated at original cost. Depreciation is provided based upon PSCW approved rates.

The Company determines its income tax expense under the provisions of SFAS 109. ITC has been deferred and is being amortized over the life of the related property.

Revenues are recognized when earned regardless of the period in which they are billed. Revenue for interstate access is based upon nationwide average schedules.

Interest costs are capitalized under the provisions of SFAS 34.

The Company follows the accounting for regulated enterprises prescribed by SFAS 71.

-
2. A summary of significant contingent assets and liabilities existing at year end, including a brief explanation of any action initiated by the Internal Revenue Service, Wisconsin Department of Revenue, or the utility involving a possible assessment or refund of taxes.

None.

-
3. The notes should include an explicit and precise explanation of any retained earnings restrictions and should state the amount of retained earnings affected by such restrictions.

The mortgage to the United States of America, underlying the RUS and RTB notes, contains certain restrictions on the declaration of payment of cash dividends, redemption of capital stock, or investment in affiliated companies.

BALANCE SHEET - ASSETS (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
CURRENT ASSETS			
CASH AND EQUIVALENTS			
Cash and Equivalents (1120)*	510,161	985,625	1
Cash (1130)			2
Special Cash Deposits (1140)			3
Working Cash Advances (1150)			4
Temporary Investments (1160)			5
TOTAL CASH AND EQUIVALENTS	510,161	985,625	
RECEIVABLES AND ALLOWANCES FOR DOUBTFUL ACCOUNTS			
Telecommunications Accounts Receivable (1180)*	323,812	243,466	6
Accounts Receivable Allowance-Telecom (1181)*			7
Net: Telecommunications Accounts Receivable	323,812	243,466	
Other Accounts Receivable (1190)*	549,943	535,577	8
Accounts Receivable Allowance--Other (1191)*			9
Net: Other Accounts Receivable	549,943	535,577	
Notes Receivable (1200)*		0	10
Notes Receivable Allowance (1201)*		0	11
Net: Notes Receivable	0	0	
Interest and Dividends Receivable (1210)*	41,805	36,345	12
TOTAL REC AND ALLOW FOR DOUBTFUL ACCOUNTS	915,560	815,388	
SUPPLIES			
Inventories (1220)*	410,210	337,510	13
TOTAL SUPPLIES	410,210	337,510	
PREPAYMENTS			
Total Prepayments (1280)*	25,039	28,251	14
Prepaid Rents (1290)			15
Prepaid Taxes (1300)			16
Prepaid Insurance (1310)			17
Prepaid Directory Expenses (1320)			18
Other Prepayments (1330)			19
TOTAL PREPAYMENTS	25,039	28,251	
OTHER CURRENT ASSETS			
Other Current Assets (1350)*	33,004	30,889	20
TOTAL OTHER CURRENT ASSETS	33,004	30,889	
TOTAL CURRENT ASSETS	1,893,974	2,197,663	
NONCURRENT ASSETS			
INVESTMENTS			
Investment in Affiliated Companies (1401)*	0	0	21
RTB Class B Stock (1402)*	173,959	173,959	22
Other Investments in Nonaffiliated Companies (1402)*	72,605	72,605	23
Nonregulated Investments (1406)*			24
Unamortized Debt Issuance Expense (1407)*			25
Sinking Funds (1408)*			26

BALANCE SHEET - ASSETS (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
NONCURRENT ASSETS			
INVESTMENTS			
Other Noncurrent Assets (1410)*			27
TOTAL INVESTMENTS	246,564	246,564	
DEFERRED CHARGES			
Deferred Tax Regulatory Asset (1437)*	12,247	13,149	28
Deferred Maintenance and Retirements (1438)*			29
Deferred Charges (1439)*			30
TOTAL DEFERRED CHARGES	12,247	13,149	
TOTAL NONCURRENT ASSETS	258,811	259,713	
PLANT			
TELECOMMUNICATIONS PLANT IN SERVICE			
Telecommunications Plant in Service (2001)*	10,484,777	10,430,793	31
Less: Accumulated Depreciation (3100)*	6,720,961	6,578,307	32
Less: Accumulated Amortization--Capitalized Leases (3410)*			33
Less: Accumulated Amortization--Leasehold Improvements (3420)*			34
Less: Accumulated Amortization--Intangible (3500)*			35
NET TELECOMMUNICATIONS PLANT IN SERVICE	3,763,816	3,852,486	
PROPERTY HELD FOR FUTURE USE			
Prop. Held for Future Telecommun. Use (2002)*	37,533	37,533	36
Less: Accumulated Depreciation--Held for Future Telecommunications Use (3200)*	22,523	20,271	37
NET PROPERTY HELD FOR FUTURE USE	15,010	17,262	
NONOPERATING PLANT			
Nonoperating Plant (2006)*			38
Less: Accumulated Depreciation--Nonoperating (3300)*			39
NET NONOPERATING PLANT	0	0	
TPUC			
TPUC (2003)*	20,996	0	40
TOTAL TPUC	20,996	0	
TELECOMMUNICATIONS PLANT ADJUSTMENT			
Telecommunications Plant Adjustment (2005)*			41
Less: Accumulated Amortization--Other (3600)*			42
NET TELECOMMUNICATIONS PLANT ADJUSTMENT	0	0	
TOTAL PLANT	3,799,822	3,869,748	
TOTAL ASSETS AND OTHER DEBITS	5,952,607	6,327,124	

BALANCE SHEET - LIABILITIES (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
CURRENT LIABILITIES			
Accounts Payable (4010)*	358,384	303,278	1
Notes Payable (4020)*			2
Advance Billing and Payments (4030)*	0	(465)	3
Customer Deposits (4040)*	5,895	5,775	4
Current Maturities--Long-Term Debt (4050)*	159,221	149,444	5
Current Maturities--Capital Leases (4060)*			6
Income Taxes--Accrued (4070)*	126,872	(69,624)	7
Other Taxes--Accrued (4080)*	1,185	(14,103)	8
Net Current Deferred Operating Income Taxes (4100)*			9
Net Current Deferred Nonoperating Income Taxes (4110)*			10
Other Accrued Liabilities (4120)*	57,398	73,221	11
Other Current Liabilities (4130)*			12
TOTAL CURRENT LIABILITIES	708,955	447,526	
LONG-TERM DEBT			
Funded Debt (4210)*	1,702,098	1,861,772	13
Premium on Long-Term Debt (4220)*			14
Discount on Long-Term Debt (4230)*			15
Reacquired Debt (4240)*			16
Obligations Under Capital Leases (4250)*			17
Advances from Affiliated Companies (4260)*	0	0	18
Other Long-Term Debt (4270)*			19
TOTAL LONG-TERM DEBT	1,702,098	1,861,772	
OTHER LIABILITIES AND DEFERRED CREDITS			
Other Long-Term Liabilities (4310)*			20
Unamortized Operating ITC--Net (4320)*	0	28,276	21
Unamortized Nonoperating ITC--Net (4330)*			22
Net Noncurrent Deferred Operating Income Taxes (4340)*	294,019	363,373	23
Net Deferred Tax Liability Adjustments (4341)*	4,820	(13,085)	24
Net Noncurrent Deferred Nonoperating Income Taxes (4350)*	(31,802)	(26,507)	25
Other Deferred Credits (4360)*	63,125	76,652	26
Deferred Tax Regulatory Liability (4361)*	0	18,241	27
TOTAL OTHER LIABILITIES AND DEFERRED CREDITS	330,162	446,950	
STOCKHOLDERS' EQUITY			
Capital Stock (4510)*	1,376,430	1,376,430	28
Additional Paid-in Capital (4520)*			29
Treasury Stock (4530)*			30
Other Capital (4540)*			31
Retained Earnings (4550)*	1,834,962	2,194,446	32
TOTAL STOCKHOLDERS' EQUITY	3,211,392	3,570,876	
TOTAL LIABILITIES AND OTHER CREDITS	5,952,607	6,327,124	

IMPORTANT CHANGES DURING THE YEAR

1. Estimated increase or decrease in annual revenues due to important rate changes, giving bases of estimates.

None .

2. Additional matters of fact (not elsewhere provided for) which respondent may desire to include in its report.

None .

AFFILIATE ABBREVIATIONS

In column (b) provide the abbreviation for the name of the affiliate shown in column (a). Limit abbreviations to 10 characters or less. Use these abbreviations when completing the affiliated interest schedules. Insert "Other" in the Abbreviations column if the activity to be reported for a particular record in the Affiliated Interest Transactions or Affiliated Assets and Liabilities schedule represents an aggregation of activity not exceeding the dollar or percentage limits set forth in the header of that schedule.

Name of Affiliate (a)	Abbreviations (b)	
Chorus Communications Group, Ltd.	CCG	1
Chorus Networks	CN	2
Chorus Properties	CP	3
Dickeyville Telephone Corporation	DTC	4
HBC Telecom, Inc.	HBC	5
Mid-Plains, Inc.	MPI	6
Pioneer Communications, Inc.	PCI	7

AFFILIATED INTEREST TRANSACTIONS

Provide a summary of transactions under established affiliated interest contracts and arrangements (see Wis. Stat. § 196.52, for "affiliated interest" definitions). Use the space below to report transactions with individual affiliates and multiple affiliated interest agreements or, at the utility's option, with individual affiliates and a single agreement. Activity associated with affiliated contracts or arrangements not in excess of \$25,000 or 5 percent of the equity of the utility, whichever is smaller, may be aggregated in a single record. For utilities whose intrastate gross operating revenues of the previous year exceeded \$100,000,000, individual contracts or arrangements not exceeding \$100,000 may be aggregated in a single record. Where an affiliate is both providing and receiving service use one record to show billings to and a second record for billings from. When billings to or from an affiliate are recorded on the books of the utility, the records underlying such billings shall be sufficient to show all the detail maintained to identify the associated accounts related to the billing.

Particulars (a)	(b)	(c)	(d)	(e)	
Docket	05 AT103	05 AT103	05 AT103	05 AT103	
Name of Affiliate	CCG	CN	CP	DTC	1
Designate whether billed to or from:	FROM	FROM	FROM	TO	2
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)	C	C	C	C	3
Total Dollar Activity	---CONF---	---CONF---	---CONF---	---CONF---	4
Percent of affiliate's business billed to all affiliated regulated utilities	---CONF---	---CONF---	---CONF---	---CONF---	5
If cost based, rate of return on equity or markup incorporated in billings	---CONF---	---CONF---	---CONF---	---CONF---	6
Footnotes					

Particulars (a)	(b)	(c)	(d)	(e)	
Docket	05 AT103	05 AT103	05 AT103	05 AT103	
Name of Affiliate	HBC	MPI	MPI	PCI	1
Designate whether billed to or from:	TO	FROM	TO	FROM	2
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)	C	C	C	C	3
Total Dollar Activity	---CONF---	---CONF---	---CONF---	---CONF---	4
Percent of affiliate's business billed to all affiliated regulated utilities	---CONF---	---CONF---	---CONF---	---CONF---	5
If cost based, rate of return on equity or markup incorporated in billings	---CONF---	---CONF---	---CONF---	---CONF---	6
Footnotes					

AFFILIATED INTEREST TRANSACTIONS

Provide a summary of transactions under established affiliated interest contracts and arrangements (see Wis. Stat. § 196.52, for "affiliated interest" definitions). Use the space below to report transactions with individual affiliates and multiple affiliated interest agreements or, at the utility's option, with individual affiliates and a single agreement. Activity associated with affiliated contracts or arrangements not in excess of \$25,000 or 5 percent of the equity of the utility, whichever is smaller, may be aggregated in a single record. For utilities whose intrastate gross operating revenues of the previous year exceeded \$100,000,000, individual contracts or arrangements not exceeding \$100,000 may be aggregated in a single record. Where an affiliate is both providing and receiving service use one record to show billings to and a second record for billings from. When billings to or from an affiliate are recorded on the books of the utility, the records underlying such billings shall be sufficient to show all the detail maintained to identify the associated accounts related to the billing.

Particulars	(a)	(b)	(c)	(d)	(e)
Docket		05 AT103			
Name of Affiliate		PCI			1
Designate whether billed to or from:		TO			2
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)		C			3
Total Dollar Activity		---CONF---			4
Percent of affiliate's business billed to all affiliated regulated utilities		---CONF---			5
If cost based, rate of return on equity or markup incorporated in billings		---CONF---			6
Footnotes					

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)	
GENERAL SUPPORT ASSETS				
Land	2111	146,698		1
Motor Vehicles	2112	290,024	84,991	2
Aircraft	2113	0		3
Special Purpose Vehicles	2114	0		4
Garage Work Equipment	2115	0		5
Other Work Equipment	2116	277,732	58,615	6
Buildings	2121	637,267		7
Furniture	2122	85,881	1,627	8
Office Equipment	2123	75,711	12,843	9
General Purpose Computers	2124	438,468	21,467	10
TOTAL--GENERAL SUPPORT ASSETS:		1,951,781	179,543	
CENTRAL OFFICE ASSETS				
Analog Electronic Switching	2211	0		11
Digital Electronic Switching	2212	2,209,309	147,946	12
Electro-Mechanical Switching	2215	0	0	13
Operator Systems	2220	0		14
Radio Systems	2231	0	0	15
Circuit Equipment	2232	1,010,103	175,308	16
TOTAL--CENTRAL OFFICE ASSETS:		3,219,412	323,254	
INFORMATION ORIGATION/TERMINATION ASSETS				
Station Apparatus	2311	0		17
Customer Premises Wiring	2321	0		18
Large Private Branch Exchanges	2341	0		19
Public Telephone Terminal Equipment	2351	0		20
Other Terminal Equipment	2362	13,631		21
TOTAL--INFORMATION ORIG/TERM ASSETS:		13,631	0	
CABLE WIRE FACILITIES ASSETS				
Poles	2411	65,717	1,328	22
Aerial Cable	2421	492,100	19,689	23
Underground Cable	2422	150,870	3,172	24
Buried Cable	2423	4,253,953	164,251	25
Submarine Cable	2424	0	0	26
Deep Sea Cable	2425	0		27
Intrabuilding Network Cable	2426	0	0	28
Aerial Wire	2431	19,885		29
Conduit Systems	2441	263,444	4,871	30
TOTAL--CABLE WIRE FACILITIES ASSETS:		5,245,969	193,311	
AMORTIZABLE ASSETS				
Capital Leases	2681	0		31

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (cont.)

Account (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2111			146,698	1
2112	42,874		332,141	2
2113			0	3
2114			0	4
2115			0	5
2116	2,572		333,775	6
2121			637,267	7
2122			87,508	8
2123	25,666	0	62,888	9
2124	285,831		174,104	10
	356,943	0	1,774,381	
2211			0	11
2212	95,393	0	2,261,862	12
2215	0	0	0	13
2220			0	14
2231	0	0	0	15
2232	130,077	0	1,055,334	16
	225,470	0	3,317,196	
2311			0	17
2321			0	18
2341			0	19
2351			0	20
2362			13,631	21
	0	0	13,631	
2411	344		66,701	22
2421	9,082	0	502,707	23
2422	0	0	154,042	24
2423	50,283	0	4,367,921	25
2424	0	0	0	26
2425			0	27
2426	0	0	0	28
2431	2		19,883	29
2441			268,315	30
	59,711	0	5,379,569	
2681			0	31

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)
AMORTIZABLE ASSETS			
Leasehold Improvements	2682	0	32
Intangibles	2690	0	33
TOTAL--AMORTIZABLE ASSETS:		0	0
TOTAL TELECOM. PLANT IN SERVICE	2001	10,430,793	696,108
Less: Allocation to Nonregulated Activity - EOY	2001		34
NET REG. TOTAL TELE. PLANT IN SERV. - EOY	2001		

Explain all amounts shown in column (g).

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (cont.)

Account (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2682			0	32
2690			0	33
	0	0	0	
	642,124	0	10,484,777	
2001			0	34
			10,484,777	

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (SUB-CLASS ACCOUNTS)

Report telecommunications plant data for each subaccount where primary plant accounts have subclassifications. Amounts pertaining to subaccount 2212.4, Test Equipment, should be reported in account 2212.2, Digital Switching - Central Office; amounts for subaccounts 2231.3, Microwave, 2231.4, Cellular, 2231.5, Mobile Radio, and 2231.6, Paging, should be included in 2231.2, Other Radio Facilities; amounts pertaining to subaccounts 2232.4, Digital Data Services, 2232.5, Digital Circuit - Subscriber, 2232.6, Digital Circuit - Trunk - Toll, and 2232.7, Concentrators, should be reported in 2232.1, Digital Circuit Equipment. Any other separate accounting for telephone plant at an individual telephone company should be consolidated and reported in the primary accounts as defined in the uniform system of accounts.

Plant Subaccount (a)	Subaccount (b)	Balance FOY (c)	Additions (d)	
Office Support Equipment	2123.1	50,090	12,843	1
Company Communications Equipment	2123.2	25,621		2
Software	2212.1	0		3
Digital Switching - Central Office	2212.2	1,729,285	133,144	4
Digital Switching - Remote	2212.3	480,024	14,802	5
Step by Step Switching	2215.1	0		6
Crossbar Switching	2215.2	0		7
Satellite and Earth Station Facilities	2231.1	0		8
Other Radio Facilities	2231.2	0		9
Digital Circuit Equipment	2232.1	388,817	21,268	10
Analog Circuit Equipment	2232.2	368,765	56,060	11
Light Wave Circuit Equipment	2232.3	252,521	97,980	12
Aerial Cable - Nonmetallic	2421.1	0		13
Aerial Cable - Metallic	2421.2	492,100	19,689	14
Underground Cable - Nonmetallic	2422.1	20,596	2,589	15
Underground Cable - Metallic	2422.2	130,274	583	16
Buried Cable - Nonmetallic	2423.1	657,226	37,114	17
Buried Cable - Metallic	2423.2	3,596,727	127,137	18
Submarine Cable - Nonmetallic	2424.1	0		19
Submarine Cable - Metallic	2424.2	0		20
Intrabuilding Cable - Nonmetallic	2426.1	0		21
Intrabuilding Cable - Metallic	2426.2	0		22

Explain all amounts shown in column (g).

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (SUB-CLASS ACCOUNTS)
(cont.)

Subaccount (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2123.1	15,204		47,729	1
2123.2	10,462		15,159	2
2212.1			0	3
2212.2	89,023		1,773,406	4
2212.3	6,370		488,456	5
2215.1			0	6
2215.2			0	7
2231.1			0	8
2231.2			0	9
2232.1	105,965		304,120	10
2232.2	24,112		400,713	11
2232.3			350,501	12
2421.1			0	13
2421.2	9,082		502,707	14
2422.1			23,185	15
2422.2			130,857	16
2423.1			694,340	17
2423.2	50,283		3,673,581	18
2424.1			0	19
2424.2			0	20
2426.1			0	21
2426.2			0	22

ACCUMULATED DEPRECIATION CLASS A & B

Primary Plant Account (a)	Acct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)
GENERAL SUPPORT ASSETS					
Motor Vehicles	2112	167,176	6.8	24,907	1
Aircraft	2113	0			2
Special Purpose Vehicles	2114	0			3
Garage Work Equipment	2115	0			4
Other Work Equipment	2116	163,915	7.49	23,794	5
Buildings	2121	323,294	3.13	19,947	6
Furniture	2122	65,585	6.67	5,782	7
Office Equipment	2123	69,533	10.1	7,273	8
General Purpose Computers	2124	423,200	20.0	29,888	9
Total-- GENERAL SUPPORT ASSETS		1,212,703		111,591	0
CENTRAL OFFICE ASSETS					
Analog Electronic Switching	2211	0			10
Digital Electronic Switching	2212	851,469	10.0	224,059	11
Electro-Mechanical Switching	2215	0			12
Operator Systems	2220	0			13
Radio Systems	2231	0			14
Circuit Equipment	2232	752,266	10.97	117,240	15
Total-- CENTRAL OFFICE ASSETS		1,603,735		341,299	0
INFORMATION ORIG/TERM ASSETS					
Station Apparatus	2311	0			16
Customer Premises Wiring	2321	0			17
Large Private Branch Exchanges	2341	0			18
Public Telephone Terminal Equipment	2351	0			19
Other Terminal Equipment	2362	2,600	13.49	1,839	20
Total-- INFORMATION ORIG/TERM ASSETS		2,600		1,839	0
CABLE WIRE FACILITIES ASSETS					
Poles	2411	65,707	6.94	1,496	21
Aerial Cable	2421	376,030	5.25	25,845	22
Underground Cable	2422	70,426	4.0	6,095	23
Buried Cable	2423	3,139,927	6.0	257,630	24
Submarine Cable	2424	0			25
Deep Sea Cable	2425	0			26
Intrabuilding Network Cable	2426	0			27
Aerial Wire	2431	19,885	17.51	0	28

ACCUMULATED DEPRECIATION CLASS A & B

Primary Plant Account (a)	Acct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)
CABLE WIRE FACILITIES ASSETS					
Conduit Systems	2441	87,294	2.5	6,658	29
Total-- CABLE WIRE FACILITIES ASSETS		3,759,269		297,724	0
Total Accumulated Depreciation	3100	6,578,307		752,453	0
Less: Allocation to Nonregulated Activity - Columns e, f and I	3100				30
Net Regulated Total Accum Depreciation - 3100					
Columns e, f and I					

ACCUMULATED DEPRECIATION CLASS A & B (cont.)

Acct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2112	42,874		10,000		159,209	1
2113					0	2
2114					0	3
2115					0	4
2116	2,572				185,137	5
2121					343,241	6
2122					71,367	7
2123	25,666				51,140	8
2124	285,831		500		167,757	9
	356,943	0	10,500	0	977,851	
2211					0	10
2212	95,393	337	1,577	0	981,375	11
2215	0				0	12
2220					0	13
2231	0				0	14
2232	130,077	690	22,066		760,805	15
	225,470	1,027	23,643	0	1,742,180	
2311					0	16
2321					0	17
2341					0	18
2351					0	19
2362					4,439	20
	0	0	0	0	4,439	
2411	344	298	130		66,691	21
2421	9,082	1,807	149		391,135	22
2422	0				76,521	23
2423	50,283	123	1,158		3,348,309	24
2424	0				0	25
2425					0	26
2426	0				0	27
2431	2				19,883	28

ACCUMULATED DEPRECIATION CLASS A & B (cont.)

Acct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2441					93,952	29
	59,711	2,228	1,437	0	3,996,491	
3100	642,124	3,255	35,580	0	6,720,961	
3100						30
3100						

ACCUMULATED DEPRECIATION CLASS A & B (SUB-CLASS ACCOUNTS)

Where subclassifications of primary plant accounts are used, report below the accumulated depreciation details for each subaccount. Amounts pertaining to subaccount 2212.4, Test Equipment, should be reported in account 2212.2, Digital Switching - Central Office; amounts for subaccounts 2231.3, Microwave, 2231.4, Cellular, 2231.5, Mobile Radio, and 2231.6, Paging, should be included in 2231.2, Other Radio Facilities; amounts pertaining to subaccounts 2232.4, Digital Data Services, 2232.5, Digital Circuit - Subscriber, 2232.6, Digital Circuit - Trunk - Toll, and 2232.7, Concentrators, should be reported in 2232.1, Digital Circuit Equipment. Any other separate accounting for telephone accumulated depreciation at an individual telephone company should be consolidated and reported in the primary accounts as defined in the uniform system of accounts.

Plant Subaccount (a)	Subacct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)
Office Support Equipment	2123.1	50,090	15.0	3,717	1
Company Communications Equipment	2123.2	19,443	20.0	3,556	2
Software	2212.1	0			3
Digital Switching - Central Office	2212.2	0			4 A
Digital Switching - Remote	2212.3	851,469	10.0	224,059	5 A
Step by Step Switching	2215.1	0			6
Crossbar Switching	2215.2	0			7
Satellite and Earth Station Facilities	2231.1	0			8
Other Radio Facilities	2231.2	0			9
Digital Circuit Equipment	2232.1	384,989	10.0	18,743	10
Analog Circuit Equipment	2232.2	235,542	20.0	78,600	11
Light Wave Circuit Equipment	2232.3	131,735	7.03	19,897	12
Aerial Cable - Nonmetallic	2421.1	0			13
Aerial Cable - Metallic	2421.2	376,030	5.25	25,845	14
Underground Cable - Nonmetallic	2422.1	3,838	4.0	868	15
Underground Cable - Metallic	2422.2	66,588	4.0	5,227	16
Buried Cable - Nonmetallic	2423.1	287,841	6.0	40,450	17
Buried Cable - Metallic	2423.2	2,852,086	6.0	217,180	18
Submarine Cable - Nonmetallic	2424.1	0			19
Submarine Cable - Metallic	2424.2	0			20
Intrabuilding Cable - Nonmetallic	2426.1	0			21
Intrabuilding Cable - Metallic	2426.2	0			22

ACCUMULATED DEPRECIATION CLASS A & B (SUB-CLASS ACCOUNTS) (cont.)

Subacct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2123.1	15,204				38,603	1
2123.2	10,462				12,537	2
2212.1					0	3
2212.2	89,023			89,023	0	4 A
2212.3	6,370	337	1,577	(89,023)	981,375	5 A
2215.1					0	6
2215.2					0	7
2231.1					0	8
2231.2					0	9
2232.1	105,965	202	2,825		300,390	10
2232.2	24,112	488	19,241		308,783	11
2232.3					151,632	12
2421.1					0	13
2421.2	9,082	1,807	149		391,135	14
2422.1					4,706	15
2422.2					71,815	16
2423.1					328,291	17
2423.2	50,283	123	1,158		3,020,018	18
2424.1					0	19
2424.2					0	20
2426.1					0	21
2426.2					0	22

RETAINED EARNINGS (ACCT. 4550)

Particulars (a)	This Year (b)	Last Year (c)	
Balance-First of Year	2,194,446	1,683,903	1
Changes:			
Balance Transferred from Income	1,340,516	1,310,543	2
Dividends Declared:			
Common	1,700,000	800,000	3
Preferred		0	4
Total Dividends Declared	1,700,000	800,000	
Miscellaneous Debits to Retained Earnings		0	5
Miscellaneous Credits to Retained Earnings		0	6
Balance--End of Year	1,834,962	2,194,446	

REVENUES - CLASS A & B (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	This Year (b)	Last Year (c)	
LOCAL NETWORK SERVICES REVENUES			
Basic Local Service Revenue (5000)*	1,456,667	1,385,564	1
Basic Area Revenue (5001)			2
Optional Extended Area Revenue (5002)			3
Cellular Mobile Revenue (5003)			4
Other Mobile Services Revenue (5004)			5
Public Telephone Revenue (5010)			6
Local Private Line Revenue (5040)			7
Customer Premises Revenue (5050)			8
Other Local Exchange Revenue (5060)			9
Other Local Exchange Revenue Settlements (5069)			10
TOTAL BASIC LOCAL SERVICE REVENUE (5000)	1,456,667	1,385,564	
NETWORK INTERSTATE ACCESS SERVICES REV.			
End User Revenue (5081)*	334,296	313,916	11
Switched Access Revenue (5082)*	1,036,074	1,091,068	12
Special Access Revenue (5083)*	107,795	88,489	13 B
TOTAL INTERSTATE ACCESS REVENUES (5080)	1,478,165	1,493,473	
NETWORK INTRASTATE ACCESS SERVICES REV.			
End User Revenue (5084.1)*			14
Switched Access Revenue (5084.2)*	791,505	826,161	15
Special Access Revenue (5084.3)*	481,770	360,485	16 B
TOTAL INTRASTATE ACCESS REVENUES (5084)	1,273,275	1,186,646	
LONG DISTANCE NETWORK SERVICES MESSAGE REV.			
Long Distance Message Revenue (5100)*	13,527	13,527	17
Long Distance Inward-Only Revenue (5111)			18
Long Distance Outward-Only Revenue (5112)			19
Unidirectional Long Distance Revenue (5110)	0	0	
Long Distance Private Network Revenues			
Subvoice Grade Revenue (5121)			20
Voice Grade Revenue (5122)			21
Audio Program Grade Revenue (5123)			22
Video Program Grade Revenue (5124)			23
Digital Transmission Revenue (5125)			24
Switching Revenue (5126)			25
Other Revenue (5128)			26
Other Revenue Settlements (5129)			27
Total Long Distance Private Network Revenue	0	0	
Other Long Distance Revenue (5160)			28
Other Long Distance Revenue Settlements (5169)			29
TOTAL LONG DISTANCE NET. SERVICES MESSAGE REV.	13,527	13,527	

REVENUES - CLASS A & B (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	This Year (b)	Last Year (c)	
MISCELLANEOUS REVENUES			
Directory Revenue (5230)*	---CONF---	---CONF---	30
Rent Revenue (5240)*	---CONF---	---CONF---	31
Corporate Operations Revenue (5250)*	---CONF---	---CONF---	32
Miscellaneous:			
Miscellaneous Revenue (5260)*	---CONF---	---CONF---	33 C
Special Billing Arrangements Revenue (5261)	---CONF---	---CONF---	34
Customer Operations Revenue (5262)	---CONF---	---CONF---	35
Plant Operations Revenue (5263)	---CONF---	---CONF---	36
Other Incidental Regulated Revenue (5264)	---CONF---	---CONF---	37
Other Revenue Settlements (5269)	---CONF---	---CONF---	38
Total Miscellaneous Revenue (5260)	---CONF---	---CONF---	
Interstate Billing and Collection Revenue*	---CONF---	---CONF---	39
Intrastate Billing and Collection Revenue*	---CONF---	---CONF---	40
Total Carrier Billing and Collection Revenue (5270)*	---CONF---	---CONF---	
Nonregulated Operating Revenue (5280)**	---CONF---	---CONF---	41
TOTAL MISCELLANEOUS REVENUES	534,018	500,193	
GROSS OPERATING REVENUES	4,755,652	4,579,403	
UNCOLLECTIBLE REVENUES			
Uncollectible Revenue (5300)*	522	(4,240)	42
Uncollectible Revenue--Telecommunications (5301)			43
Uncollectible Revenue--Other (5302)			44
TOTAL UNCOLLECTIBLE REVENUE (5300)	522	(4,240)	
TOTAL OPERATING REVENUES	4,755,130	4,583,643	

** Account 5280 is to be used only by those companies subject to dual jurisdiction.

EXPENSES - CLASS A & B

Particulars (a)	Total This Year (b)	Total Last Year (c)	
PLANT SPECIFIC OPERATIONS EXPENSE			
Total Network Support Expense (6110)	0	0	1
Less: Nonregulated		0	2
Net Regulated	0	0	3
Total General Support Expense (6120)	115,427	109,673	4
Less: Nonregulated		0	5
Net Regulated	115,427	109,673	6
Total Central Office Switching Expense (6210)	111,520	101,450	7
Less: Nonregulated		0	8
Net Regulated	111,520	101,450	9
Total Operator Systems Expense (6220)	0	0	10
Less: Nonregulated		0	11
Net Regulated	0	0	12
Total Central Office Transmission Expenses (6230)	32,858	24,548	13
Less: Nonregulated		0	14
Net Regulated	32,858	24,548	15
Total Information Orig. / Term. Expense (6310)	0	842	16
Less: Nonregulated		0	17
Net Regulated	0	842	18
Total Cable and Wire Fac. Expense (6410)	196,427	174,978	19
Less: Nonregulated		0	20
Net Regulated	196,427	174,978	21
TOTAL PLANT SPECIFIC OPERATIONS EXPENSE	456,232	411,491	
Less: Nonregulated	0	0	
Net Regulated	456,232	411,491	
PLANT NONSPECIFIC OPERATIONS EXPENSE			
Total Other Property, Plant and Equip. Exp. (6510)	0	0	22
Less: Nonregulated		0	23
Net Regulated	0	0	24
Total Network Operations Expense (6530)	92,288	73,177	25
Less: Nonregulated		0	26 D
Net Regulated	92,288	73,177	27
Access Expense (6540)	34,003	39,624	28
Less: Nonregulated		0	29
Net Regulated	34,003	39,624	30
Total Depreciation and Amortization Expense (6560)	754,705	733,259	31
Less: Nonregulated		0	32
Net Regulated	754,705	733,259	33
TOTAL PLANT NONSPECIFIC OPERATIONS EXP.	880,996	846,060	
Less: Nonregulated	0	0	
Net Regulated	880,996	846,060	

EXPENSES - CLASS A & B

Particulars (a)	Total This Year (b)	Total Last Year (c)	
CUSTOMER OPERATIONS EXPENSE			
Total Marketing (6610)	34,330	16,259	34
Less: Nonregulated		0	35 E
Net Regulated	34,330	16,259	36
Total Services (6620)	397,034	343,257	37
Less: Nonregulated		0	38
Net Regulated	397,034	343,257	39
TOTAL CUSTOMER OPERATIONS EXPENSE	431,364	359,516	
Less: Nonregulated	0	0	
Net Regulated	431,364	359,516	
CORPORATE OPERATIONS EXPENSE			
Total Exec. and Planning (6710)	309,091	252,298	40
Less: Nonregulated		0	41 E
Net Regulated	309,091	252,298	42
Total General and Administrative (6720)	309,259	249,075	43
Less: Nonregulated		0	44 E
Net Regulated	309,259	249,075	45
Provision for Uncollectible Notes Receiv. (6790)	0	0	46
Less: Nonregulated		0	47
Net Regulated	0	0	48
TOTAL CORPORATE OPERATIONS EXPENSE	618,350	501,373	
Less: Nonregulated	0	0	
Net Regulated	618,350	501,373	
TOTAL EXPENSES	2,386,942	2,118,440	
Less: Nonregulated	0	0	
Net Regulated	2,386,942	2,118,440	

EXPENSES - CLASS A & B (DETAIL)

Particulars (a)	Total This Year (b)	Total Last Year (c)	
Property Held for Future Tele. Use Exp. (6511)	0	0	1
Provisioning Expense (6512)	0	0	2
Total: Reported in Account 6510	0	0	
Depreciat. Exp.--Tele. Plant in Service (6561)	752,453	731,007	3
Depreciat. Exp.--Prop. Held for Future Tele. Use (6562)	2,252	2,252	4
Amortization Expense--Tangible (6563)		0	5
Amortization Expense--Intangible (6564)		0	6
Amortization Expense--Other (6565)		0	7
Total: Reported in Account 6560	754,705	733,259	

CALCULATION OF ASSESSABLE REVENUES FOR REMAINDER AND TELEPHONE RELAY ASSESSMENT PURPOSES

Currently, cooperatives are not billed for remainder assessment, but are subject to the telephone relay assessment.

Description (a)	This Year (b)	
Gross Operating Revenues	4,755,652	1
Plus: Collection of amounts previously written off	4,567	2
Less: Uncollectibles written off during the year	5,089	3
Plus: Total Other Operating Income and (Expense) (7100)	0	4
Less: Nonregulated Operating Revenue (included in Gross Oper. Rev. on Line 1)		5
Plus: Nonregulated Net Write Off Amount (included on lines 2 and 3)		6
Less: Out-of-State Operating Revenues (included in Gross Oper. Rev. on Line 1)		7
Plus (or Less) Other (please specify):		
None	0	8
Assessable Revenues for Remainder and Telephone Relay Assessment Purposes	<u>4,755,130</u>	

CALCULATION OF ASSESSABLE REVENUES FOR UNIVERSAL SERVICE FUND ASSESSMENT PURPOSES

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	1,456,667	1
Plus: Total Intrastate Access Revenues (5084)	1,273,275	2
Plus: Total Long Distance Network Services Revenue	13,527	3
Less: Out-of-State Operating Revenues (included in the above lines)		4
Plus: Intrastate Payphone Revenues		5
Plus (or Less) Other (please specify):		
None	0	6
Assessable Revenues for Universal Service Fund Assessment Purposes	<u>2,743,469</u>	

CALCULATION OF ASSESSABLE REVENUES FOR REMAINDER AND TELEPHONE RELAY ASSESSMENT PURPOSES

Currently, cooperatives are not billed for remainder assessment, but are subject to the telephone relay assessment.

Description (a)	This Year (b)	
Gross Operating Revenues	4,755,652	1
Plus: Collection of amounts previously written off	4,567	2
Less: Uncollectibles written off during the year	5,089	3
Plus: Total Other Operating Income and (Expense) (7100)	0	4
Less: Nonregulated Operating Revenue (included in Gross Oper. Rev. on Line 1)		5
Plus: Nonregulated Net Write Off Amount (included on lines 2 and 3)		6
Less: Out-of-State Operating Revenues (included in Gross Oper. Rev. on Line 1)		7
Plus (or Less) Other (please specify):		
None	0	8
Assessable Revenues for Remainder and Telephone Relay Assessment Purposes	4,755,130	

CALCULATION OF ASSESSABLE REVENUES FOR UNIVERSAL SERVICE FUND ASSESSMENT PURPOSES

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	1,456,667	1
Plus: Total Intrastate Access Revenues (5084)	1,273,275	2
Plus: Total Long Distance Network Services Revenue	13,527	3
Less: Out-of-State Operating Revenues (included in the above lines)		4
Plus: Intrastate Payphone Revenues		5
Plus (or Less) Other (please specify):		
None	0	6
Assessable Revenues for Universal Service Fund Assessment Purposes	2,743,469	

OTHER INCOME ACCOUNTS

Particulars (a)	This Year (b)	Last Year (c)	
OTHER OPERATING INCOME AND EXPENSE			
Total Other Oper. Income and (Expense) (7100)	0	(618)	1
OPERATING TAXES			
Operating Investment Tax Credits--Net (7210)	(28,276)	(28,276)	2
Operating Federal Income Taxes (7220)	729,712	666,626	3
Operating State and Local Income Taxes (7230)	188,512	163,796	4
Operating Other Taxes (7240)	106,185	268,485	5
Provision for Deferred Operating Income Taxes--Net (7250)	(71,014)	(27,959)	6
TOTAL OPERATING TAXES (7200)	925,119	1,042,672	
NONOPERATING INCOME AND EXPENSE			
Dividend Income (7310)	361	736	7
Interest Income (7320)	36,993	40,328	8
Income from Sinking and Other Funds (7330)			9
Allowance for Funds Used During Construction (7340)			10
Gains or (Losses) from the Disposition of Certain Property (7350)			11
Other Nonoperating Income (7360)	5,963	4,154	12
Special Charges (7370)	2,915	2,308	13
TOTAL NONOPERATING INCOME AND EXPENSE (7300)	40,402	42,910	
NONOPERATING TAXES			
Total Nonoperating Taxes (7400)	478	8,538	14
INTEREST AND RELATED ITEMS			
Total Interest and Related Items (7500)	142,477	145,742	15
EXTRAORDINARY ITEMS			
Extraordinary Items (7600)	0	0	16
NONREGULATED NET INCOME			
Nonregulated Net Income (7990)	0	0	17

NONREGULATED ACTIVITIES

List the type of nonregulated activities that the company is involved in.

Nonregulated Activity (a)

---CONF---

1

TELEPHONE CALLS AND MINUTES OF USE PER MONTH

Enter average number, in thousands, of calls and minutes of use per month. The averages may be based on actual counts taken periodically during the year. Please provide level of detail available.

Item (a)	Telephone Calls (000's) (b)	Minutes of Use (000's) (c)	
LOCAL			
Intra-Exchange	501	1,581	1
Extended Area Service	215	1,190	2
Extended Community Calling	74	280	3
Other Local-Undefined			4
Total Local	790	3,051	
TOLL			
Toll	463	2,436	5
Total Toll	463	2,436	
Total Local & Toll	1,253	5,487	

ACCESS USAGE

Enter number, in thousands, of Billed Minutes.

Description (a)	Billed Minutes (000's)				
	Interstate InterLATA (b)	Intrastate InterLATA (c)	Intrastate IntraLATA (d)	Interstate IntraLATA (e)	
Feature Group A -- Orig.	0	0	0	0	1
Feature Group A -- Term.	4	0	0	0	2
Feature Group B -- Orig.	0	0	0	0	3
Feature Group B -- Term.	0	0	0	0	4
Feature Group C -- Orig.	0	0	0	0	5
Feature Group C -- Term.	0	0	0	0	6
Feature Group D -- Orig.	5,399	1,625	4,351	8	7
Feature Group D -- Term.	11,882	4,793	1,171	1	8

OUTSIDE PLANT STATISTICS AT END OF YEAR

Description of Item (a)	Amount (b)	
Sheath miles of plant - fiber optics	82	1
Strand miles of plant - fiber optics	1,052	2
Route miles of plant - microwave		3

SPECIAL ACCESS CIRCUITS IN USE AT END OF YEAR

Circuit Type (a)	InterLATA Chan. Terms. (b)	IntraLATA Chan. Terms. (c)	
Voice grade	6	21	1
56 kbps	16	10	2
64 kbps (DS0)	3	3	3
1.54 Mbps (DS-1)	16	31	4
45 Mbps (DS-3)	0	0	5 F
SONET OC-1	0	0	6
SONET OC-3	0	0	7
SONET OC-12	0	0	8
SONET OC-48	0	0	9
SONET OC-192	0	0	10

OUTSIDE PLANT STATISTICS AT END OF YEAR

Description of Item (a)	Amount (b)	
Sheath miles of plant - fiber optics	82	1
Strand miles of plant - fiber optics	1,052	2
Route miles of plant - microwave		3

SPECIAL ACCESS CIRCUITS IN USE AT END OF YEAR

Circuit Type (a)	InterLATA Chan. Terms. (b)	IntraLATA Chan. Terms. (c)	
Voice grade	6	21	1
56 kbps	16	10	2
64 kbps (DS0)	3	3	3
1.54 Mbps (DS-1)	16	31	4
45 Mbps (DS-3)	0	0	5 F
SONET OC-1	0	0	6
SONET OC-3	0	0	7
SONET OC-12	0	0	8
SONET OC-48	0	0	9
SONET OC-192	0	0	10

SERVICE DATA

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	FOY (b)	EOY (c)	
Business			
1 Party	971	1,023	3
2 Party			4
4 Party			5
PBX Trunks/System Trunks	287	406	6
Centrex Trunks			7
Centrex Lines	248	223	8
Key System Trunks	413	448	9
Mobile (Utility Provided Service)			10
Paging (Utility Provided Service)	107	98	11
FX-Out (Switched)	3	7	12
Pay Telephone	44	44	13
Coin-Operated Pay Telephone			14
Independent Pay Telephone Provider	6	11	15
Pay Stations - Public			16
- Semi-Public			17
- Cust. Owned			18
Other	16	18	19
Total Business Lines	2,095	2,278	20
Residential (Incl. Emp. Concess.)			
1 Party	4,721	4,885	22
2 Party			23
4 Party			24
FX-Out (Switched)	15	12	25
Other			26
Total Residential Lines	4,736	4,897	27
Total Bus & Res Lines	6,831	7,175	28
Company Used Lines	99	102	29
Total Lines Used	6,930	7,277	30

SERVICE DATA (cont.)

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	FOY (b)	EOY (c)	
Miscellaneous			
WATS Lines - OutWATS			3
WATS Lines - 800 Service			4
FX-In-intraLATA	5	5	5
Special Access-intraLATA			6
(expressed in equiv. access lines)	563	778	7
Special Access-interLATA			8
(expressed in equiv. access lines)	214	409	9
Feature Group A Lines			10
Feature Group B Trunks			11
Feature Group C Trunks	168	144	12
Feature Group D Trunks	216	216	13
TSPS - Trunks	16	16	14
EAS - Trunks	264	312	15
Cellular Trunks (Pub. Sw. Net.)			16
Video Distance Learning			17
- discounted (special tariff)			18
Customers			
Business - 2 Party Customers			19
Business - 4 Party Customers			20
Residential - 2 Party Customers			21
Residential - 4 Party Customers			22
Other			
Total Central Office, Info. Orig./Term., & Cable			23
Wire Fac. Assets (based on physical location of plant)			24
	8,479,012	8,710,396	25
Total Company Square Miles	330	330	26
Total Company Route Miles	1,000	1,009	27
Footnotes			28
			29
			30

SERVICE DATA - END OF YEAR

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	Exchange (b)	Exchange (c)	Exchange (d)	Exchange (e)	
PSCW Exchange ID	0390	0960	2850	4350	1
Business					2
1 Party	---CONF---	---CONF---	---CONF---	---CONF---	3
2 Party	---CONF---	---CONF---	---CONF---	---CONF---	4
4 Party	---CONF---	---CONF---	---CONF---	---CONF---	5
PBX Trunks/System Trunks	---CONF---	---CONF---	---CONF---	---CONF---	6
Centrex Trunks	---CONF---	---CONF---	---CONF---	---CONF---	7
Centrex Lines	---CONF---	---CONF---	---CONF---	---CONF---	8
Key System Trunks	---CONF---	---CONF---	---CONF---	---CONF---	9
Mobile (utility provided service)	---CONF---	---CONF---	---CONF---	---CONF---	10
Paging (utility provided service)	---CONF---	---CONF---	---CONF---	---CONF---	11
FX-Out (Switched)	---CONF---	---CONF---	---CONF---	---CONF---	12
Pay Telephone	---CONF---	---CONF---	---CONF---	---CONF---	13
Coin-Operated Pay Telephone	---CONF---	---CONF---	---CONF---	---CONF---	14
Independent Pay Telephone Provider	---CONF---	---CONF---	---CONF---	---CONF---	15
Pay Stations - Public	---CONF---	---CONF---	---CONF---	---CONF---	16
- Semi-Public	---CONF---	---CONF---	---CONF---	---CONF---	17
- Cust. Owned	---CONF---	---CONF---	---CONF---	---CONF---	18
Other	---CONF---	---CONF---	---CONF---	---CONF---	19
Total Business Lines	63	217	1,835	163	20
Residential (Incl. Emp. Concess.)					21
1 Party	---CONF---	---CONF---	---CONF---	---CONF---	22
2 Party	---CONF---	---CONF---	---CONF---	---CONF---	23
4 Party	---CONF---	---CONF---	---CONF---	---CONF---	24
FX-Out (Switched)	---CONF---	---CONF---	---CONF---	---CONF---	25
Other	---CONF---	---CONF---	---CONF---	---CONF---	26
Total Residential Lines	495	820	2,655	927	27
Total Bus & Res Lines	558	1,037	4,490	1,090	28
Company Used Lines	7	4	86	5	29
Total Lines Used	565	1,041	4,576	1,095	30

SERVICE DATA - END OF YEAR (cont.)

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	Exchange (b)	Exchange (c)	Exchange (d)	Exchange (e)	
PSCW Exchange ID	0390	0960	2850	4350	1
Miscellaneous					2
WATS Lines - OutWATS	---CONF---	---CONF---	---CONF---	---CONF---	3
WATS Lines - 800 Service	---CONF---	---CONF---	---CONF---	---CONF---	4
FX-In-intraLATA	---CONF---	---CONF---	---CONF---	---CONF---	5
Special Access-intraLATA					6
(equiv. access lines)	---CONF---	---CONF---	---CONF---	---CONF---	7
Special Access-interLATA					8
(equiv. access lines)	---CONF---	---CONF---	---CONF---	---CONF---	9
Feature Group A Lines	---CONF---	---CONF---	---CONF---	---CONF---	10
Feature Group B Trunks	---CONF---	---CONF---	---CONF---	---CONF---	11
Feature Group C Trunks	---CONF---	---CONF---	---CONF---	---CONF---	12
Feature Group D Trunks	---CONF---	---CONF---	---CONF---	---CONF---	13
TSPS - Trunks	---CONF---	---CONF---	---CONF---	---CONF---	14
EAS - Trunks			312		15
Cellular Trunks (Pub. Sw. Net.)	---CONF---	---CONF---	---CONF---	---CONF---	16
Video Distance Learning					17
- discounted (special tariff)					18
Customers					19
Business - 2 Party Customers					20
Business - 4 Party Customers					21
Residential - 2 Party Customers					22
Residential - 4 Party Customers					23
Other					24
Exchange C.O., Info. Orig./Term., & Cable					25
Wire Fac. Assets (based on physical location of plant)	1,215,549	1,194,382	5,037,332	1,263,133	26
Exchange Square Miles	79	54	130	67	27
Exchange Route Miles	206	163	441	199	28
Footnotes					29
					30

MANUFACTURER ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

Manufacturer Name (a)	Abbreviation (b)	
Alcatel	AL	1
ATTC	ATT	2
GTE	GTE	3
ITT	ITT	4
Lucent	ATT/LUC	5
Nippon Electric	NEC	6
Northern Telecom	NTI	7
Siemens	SI	8
Stromberg-Carlson	SC	9
VIDAR	VI	10

EQUIPMENT ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

Equipment Type (a)	Abbreviation (b)	
Electromechanical	EM	1
Electronic--Analog	A	2
Electronic--Digital	D	3
Electronic--Video	V	4

MANUFACTURER ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

Manufacturer Name (a)	Abbreviation (b)	
Alcatel	AL	1
ATTC	ATT	2
GTE	GTE	3
ITT	ITT	4
Lucent	ATT/LUC	5
Nippon Electric	NEC	6
Northern Telecom	NTI	7
Siemens	SI	8
Stromberg-Carlson	SC	9
VIDAR	VI	10

EQUIPMENT ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

Equipment Type (a)	Abbreviation (b)	
Electromechanical	EM	1
Electronic--Analog	A	2
Electronic--Digital	D	3
Electronic--Video	V	4

CENTRAL OFFICE DATA - END OF YEAR

When an exchange has more than one central office, data must be reported for each central office.

Description (a)	Central Off. (b)	Central Off. (c)	Central Off. (d)	Central Off. (e)	
Exchange Name	BEETOWN	CASSVILLE	LANCASTER	POTOSI	1
PSCW Exchange ID	0390	0960	2850	4350	2
Central Office Name	BEETOWN	CASSVILLE	LANCASTER	POTOSI	3
PSCW Central Office ID	1	1	1	1	4
Manufacturer of COE (Page 54)	SI	SI	SI	SI	5
Year COE Installed	1994	1994	1994	1994	6
Type of Equipment (Page 54)	D	D	D	D	7
(S)tandalone, (H)ost, (R)emote	R	R	H	R	8
Remote Host PSCW Exchange ID	2850	2850		2850	9
Remote Host PSCW Central Office ID	1	1	0	1	10
COE Generic Software Release No.	17.0	17.0	17.0	17.0	11
SS7?	Yes	Yes	Yes	Yes	12
9-1-1?	Yes	Yes	Yes	Yes	13
Access Lines - In Use	565	1,041	4,576	1,095	14
- Equipped	608	1,288	7,164	1,380	15
- Wired	712	1,480	8,232	1,480	16
Trunks - In Use	0	0	616	0	17
- Equipped	0	0	936	0	18
- Wired	0	0	936	0	19
ISDN Available?	Yes	Yes	Yes	Yes	20
ISDN Lines - In Use (BRI)	---CONF---	---CONF---	---CONF---	---CONF---	21
- In Use (PRI)	---CONF---	---CONF---	---CONF---	---CONF---	22
Switched 56 Service?	Yes	Yes	Yes	Yes	23
Switched 56 lines in use	---CONF---	---CONF---	---CONF---	---CONF---	24
Digital Transmission Facilities: DS-1 - In Use	---CONF---	---CONF---	---CONF---	---CONF---	25
DS-3 - In Use	---CONF---	---CONF---	---CONF---	---CONF---	26
Advanced Data Service Available:					
Packet Switching?	No	No	No	No	27
SMDS?	No	No	No	No	28
Frame Relay?	No	No	No	No	29
ATM (Asynchronous Trans. Mode)?	No	No	No	No	30
Video Information - Service Available?	Yes	Yes	Yes	Yes	31
- In Use (# lines) ¹	---CONF---	---CONF---	---CONF---	---CONF---	32
Fiber Transmission Facilities:					
No. of fiber strands entering C.O.	16	12	44	16	33
No. of fiber strands working (LIT) in C.O.	---CONF---	---CONF---	---CONF---	---CONF---	34
No. of fiber strands for interoffice use	8	4	28	8	35
Miles of fiber sheath in wire center	21	12	29	20	36
Access Tandem Serving this C.O.:					
- C.O. Name	PLATTEVILLE	PLATTEVILLE	PLATTEVILLE	PLATTEVILLE	37
- PSCW C.O. ID	4250-02	4250-02	4250-02	4250-02	38
Does this C.O. do access tandem switching?	No	No	No	No	39
Equal Access: InterLATA (1+)?	Yes	Yes	Yes	Yes	40
Equal Access: IntraLATA (1+)?	Yes	Yes	Yes	Yes	41
Footnotes					42

¹ Teleco provided end-to-end facility.

GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES

General Footnote

Schedule Footnotes

Schedule Line Footnotes

- A)** Amounts shown in column (k) are to correct ending balances. Depreciation for account 2212 is only maintained in total. No sub-class accounts are maintained for depreciation purposes. Total depreciation is shown under sub-class account 2212.3.
- B)** Increase in revenues due to increase in special access circuits installed.
- C)** Adjustment to E911 rates.
- D)** Expenses are up due to increased personnel cost.
- E)** Expenses are up due to increased efforts in these areas.
- F)** The Company does not have any of these special circuits.